The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Mary Dozier O'Brien.

## **DIGEST**

<u>Present law</u> provides definitions for the terms "capper" and "steerer" as a business agent who attempts to deceive, delude, trick, cheat, swindle, defraud, or mislead someone in the context of funeral goods or services.

<u>Proposed law</u> maintains the terms "capper" and "steerer" and adds the term "runner" defining all three as a person who for monetary or other gain procures or attempts to procure business in collusion with a licensed funeral director or embalmer.

<u>Present law</u> defines "solicitation" as the act or practice of approaching someone in order to steer them to obtain funeral goods or services from a particular provider.

<u>Proposed law</u> more particularizes that definition by referring to any agent, employee, or person acting on behalf of the provider of funeral goods or services.

<u>Present law</u> provides that the board may refuse to grant, refuse to renew, suspend, or revoke the license of a provider of funeral goods or services.

<u>Proposed law</u> includes a sanction or fine in addition to the sanctions listed in <u>present law</u>.

<u>Present law</u> provides that sanctions may be imposed by paying, giving, or offering a thing of value as an inducement for the business of a prospective customer.

<u>Proposed law</u> provides that such thing of value shall be given to a third person.

<u>Present law</u> provides that these provisions shall not prohibit the execution or servicing by the parties of any funeral contract.

<u>Proposed law</u> expands the provisions which shall not be prohibited to include the following:

- 1. The execution or servicing of a preneed funeral contract.
- 2. A licensee providing promotional pricing that is clearly disclosed, including the dollar amount of the discount.
- 3. A licensee providing discounted or free funeral goods or services for infants or other members of an indigent family.

<u>Present law</u> defines "solicitation" in connection with "cappers" and "steerers".

<u>Proposed law</u> broadens the definition of solicitation to include solicitation which is any of the following:

- 1. Intimidating, overreaching, fraudulent, or misleading.
- 2. Utilizing undue influence.
- 3. Taking advantage of a person's lack of knowledge or emotional vulnerability.
- 4. At-need solicitation.
- 5. Soliciting, accepting, or paying consideration for recommending a particular provider of funeral goods or services or using the services of cappers, steerers, or runners.

Effective August 15, 2010.

(Amends R.S. 37:831(11), (40), and (73) and 846(A)(intro. para), (2), and (3))